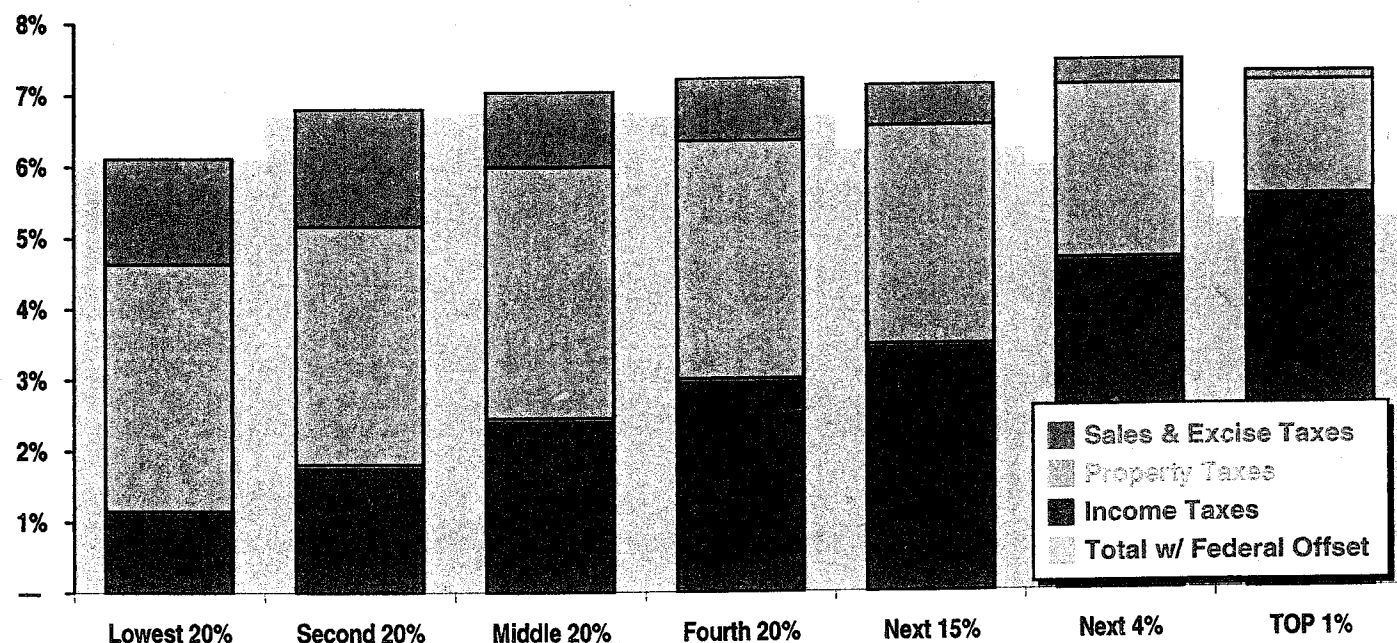


Montana

EXHIBIT 2
DATE 2.19.07
HB 564

State & Local Taxes in 2002

Shares of family income for non-elderly taxpayers



Income Group	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Top 20%		
					Next 15%	Next 4%	TOP 1%
Income Range	Less than \$12,000	\$12,000 – \$22,000	\$22,000 – \$35,000	\$35,000 – \$59,000	\$59,000 – \$102,000	\$102,000 – \$264,000	\$264,000 or more
Average Income in Group	\$7,400	\$16,400	\$28,600	\$45,500	\$72,600	\$146,400	\$573,400
Sales & Excise Taxes	1.5%	1.6%	1.1%	0.9%	0.6%	0.3%	0.1%
General Sales—Individuals	—	—	—	—	—	—	—
Other Sales & Excise—Ind.	1.2%	1.4%	0.9%	0.7%	0.5%	0.3%	0.1%
Sales & Excise on Business	0.2%	0.2%	0.2%	0.2%	0.1%	0.1%	0.0%
Property Taxes	3.5%	3.3%	3.5%	3.6%	3.1%	2.4%	1.6%
Property Taxes on Families	3.2%	3.0%	3.2%	2.9%	2.4%	1.6%	0.9%
Other Property Taxes	0.3%	0.3%	0.3%	0.4%	0.6%	0.8%	0.7%
Income Taxes	1.2%	1.8%	2.5%	3.0%	3.5%	4.7%	5.5%
Personal Income Tax	1.1%	1.7%	2.4%	2.9%	3.4%	4.6%	5.3%
Corporate Income Tax	0.1%	0.1%	0.0%	0.1%	0.0%	0.1%	0.2%
TOTAL TAXES	6.1%	6.8%	7.0%	7.2%	7.1%	7.4%	7.2%
Federal Deduction Offset	—	–0.1%	–0.3%	–0.5%	–0.9%	–1.5%	–2.1%
TOTAL AFTER OFFSET	6.1%	6.7%	6.8%	6.7%	6.2%	6.0%	5.2%

Note: Table shows 2002 tax law at 2000 income levels.